BEFORE THE POSTAL RATE COMMISSION WASHINGTON, D.C. 20268-0001

RECEIVED

SEP 12 4 53 PM '97

POSTAL RATE CUMMICSION OFFICE OF THE GEORGE SARY

POSTAL RATE AND FEE CHANGES, 1997

Docket No. R97-1

RESPONSE OF UNITED STATES POSTAL SERVICE
WITNESS TAKIS TO INTERROGATORY OF
VAL-PAK DEALERS' ASSOCIATION, INC., VAL-PAK DIRECT MARKETING
SYSTEMS, INC., AND CAROL WRIGHT PROMOTIONS, INC.
(VP-CW/USPS-T41—1)

The United States Postal Service hereby provides the response of witness Takis to the following interrogatory of Val-Pak Dealers' Association, Inc., Val-Pak Direct Marketing Systems, Inc., and Carol Wright Promotions, Inc.: VP-CW/USPS-T41--1, filed on August 29, 1997.

The interrogatory is stated verbatim and is followed by the response.

Respectfully submitted,

UNITED STATES POSTAL SERVICE

By its attorneys:

Daniel J. Foucheaux, Jr. Chief Counsel, Ratemaking

Eric P. Koetting

475 L'Enfant Plaza West, S.W. Washington, D.C. 20260–1137 (202) 268–2992; Fax –5402 September 12, 1997

RESPONSE OF UNITED STATES POSTAL SERVICE WITNESS TAKIS TO INTERROGATORIES OF VAL-PAK DIRECT MARKETING SYSTEMS, INC., VAL-PAK DEALERS' ASSOCIATION, INC., AND CAROL WRIGHT PROMOTIONS, INC.

VP-CW/USPS-T41-1. Please refer to your testimony and Exhibit USPS-41B, which shows the estimated incremental costs for each class and subclass of mail.

- a. For TY after rates, did you compute the coverage of projected revenues to incremental costs for each class and subclass?
- b. If so, please provide all computations you made.
- c. If not, please explain why not.

VP-CW/USPS-T41-1 Response:

Parts (a), (b), (c): No, I have not computed the coverage of projected revenues to incremental costs for each class and subclass, nor have I otherwise compared incremental costs with projected revenues. Such calculations are beyond the scope of my work, which was to calculate incremental costs for individual subclasses and groups of subclasses.

DECLARATION

I, William M. Takis, declare under penalty of perjury that the foregoing answers
are true and correct, to the best of my knowledge, information, and belief.
w.r.Td'-
Dated: 1-12-97

CERTIFICATE OF SERVICE

I hereby certify that I have this day served the foregoing document upon all participants of record in this proceeding in accordance with section 12 of the Rules of Practice.

Eric P. Koetting

475 L'Enfant Plaza West, S.W. Washington, D.C. 20260–1137 September 12, 1997